# FINANCIAL DISCIPLESHIP CANADA

## FINANCIAL STATEMENTS

## DECEMBER 31, 2024

# INDEPENDENT AUDITOR'S REPORT

To the Board of Financial Discipleship Canada

## Opinion

We have audited the accompanying financial statements of Financial Discipleship Canada ("the Organization"), which comprise the statement of financial position as at December 31, 2024, and the statements of operations and changes in net assets, and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as at December 31, 2024, and its financial performance and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

## Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Organization in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

## Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian accounting standards for not-for-profit organizations and for such internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, Management is responsible for assessing the Organization's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management either intends to liquidate the Organization or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Organization's financial reporting process.

## Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.

- Conclude on the appropriateness of Management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Organization's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our Auditor's Report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our Auditor's Report. However, future events or conditions may cause the Organization to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Kelly Huibers McNeely
Professional Corporation

Stittsville, Ontario
June 19, 2025

Authorized to practise public accounting by
The Chartered Professional Accountants of Ontario

**FINANCIAL DISCIPLESHIP CANADA**

**STATEMENT OF FINANCIAL POSITION**

**As at December 31, 2024**

| | | 2024 | | 2023 |
|---|---|---|---|---|
| **ASSETS** | | | | |
| CURRENT ASSETS | | | | |
| Cash | $ | 417,925 | $ | 314,576 |
| Accounts receivable | | 17,934 | | 17,358 |
| Government receivables | | 5,583 | | 10,955 |
| Prepaid expenses | | - | | 5,141 |
| | **$** | **441,442** | **$** | **348,030** |
| **LIABILITIES** | | | | |
| CURRENT LIABILITIES | | | | |
| Accounts payable and accrued liabilities | $ | 15,643 | $ | 21,816 |
| Fees paid in advance | | - | | 1,000 |
| | | 15,643 | | 22,816 |
| **NET ASSETS** | | 425,799 | | 325,214 |
| | **$** | **441,442** | **$** | **348,030** |

APPROVED BY THE BOARD

Lorne Jackson

box SIGN 15J9RPL4-4QZ7PYXV

Director Lorne Jackson

APPROVED BY THE BOARD

box SIGN 1V7P5VWP-4QZ7PYXV

Director Wafa Martin

The accompanying notes are an integral part of these financial statements.

**FINANCIAL DISCIPLESHIP CANADA**

**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS**

**For the year ended December 31, 2024**

| | 2024 | 2023 |
|---|---|---|
| REVENUE | | |
| Charity partnership income | $ 655,400 | $ 625,800 |
| Contributions in-kind | 27,180 | 26,695 |
| Donations from individuals | 400 | 500 |
| Donations from other charities (note 3) | 3,500 | 1,000 |
| Interest income | 17,128 | 6 |
| | 703,608 | 654,001 |
| OPERATING EXPENDITURES | | |
| Advertising (including contributions in-kind) | 59,722 | 49,469 |
| Bad debt | 2,000 | - |
| Conferences and training | 6,957 | 4,893 |
| Information technology | 27,353 | 30,330 |
| Insurance | 6,210 | 3,915 |
| Interest and bank charges | 677 | 290 |
| Office | 13,195 | 10,067 |
| Professional fees | 40,168 | 50,539 |
| Rent | - | 639 |
| Support for other charities | 8,000 | 3,000 |
| Wages and benefits | 431,064 | 378,885 |
| Travel and meetings | 7,677 | 12,521 |
| | 603,023 | 544,548 |
| NET REVENUE | 100,585 | 109,453 |
| NET ASSETS - BEGINNING OF YEAR | 325,214 | 215,761 |
| NET ASSETS - END OF YEAR | **$ 425,799** | **$ 325,214** |

**FINANCIAL DISCIPLESHIP CANADA**

**STATEMENT OF CASH FLOWS**

**For the year ended December 31, 2024**

| | | 2024 | | 2023 |
|---|---|---|---|---|
| CASH PROVIDED BY (USED IN) | | | | |
| OPERATING ACTIVITIES | | | | |
| Net revenue | $ | 100,585 | $ | 109,453 |
| Net change in non-cash working capital items: | | | | |
| Accounts receivable | | (576) | | 2,979 |
| Government receivables | | 5,372 | | (958) |
| Prepaid expenses | | 5,141 | | (5,141) |
| Accounts payable and accrued liabilities | | (6,173) | | (2,151) |
| Due to/from Canadian National Christian Foundation | | - | | 1,020 |
| Fees paid in advance | | (1,000) | | - |
| NET CHANGE IN CASH | | 103,349 | | 105,202 |
| CASH - BEGINNING OF YEAR | | 314,576 | | 209,374 |
| CASH - END OF YEAR | **$** | **417,925** | **$** | **314,576** |

## 1. NATURE OF OPERATION

The mission of Financial Discipleship Canada ("the Organization") is to equip people worldwide to learn, apply and teach God's financial principles so that they may know Christ more intimately, be free to serve him, and help fund the Great Commission. Effective June 21, 2017, the name of the Organization was amended under section 201 of the Canada Not-for-profit Corporations Act from Compass - Finances God's Way Inc. (Canada). The Organization is a registered charitable organization, and as such is exempt from income taxes under paragraph 149(1)(f) of the Income Tax Act.

## 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

These financial statements have been prepared in accordance with Canadian accounting standards for not-for-profit organizations. The principal accounting policies of the Organization are summarized as follows:

Revenue Recognition

The Organization follows the deferral method of accounting for contributions. The Organization recognizes revenue from donations when received, revenue from donations designated for a special purpose when the related expenditures are incurred and revenue from sales or service when delivery or performance is complete.

Amounts collected during the year that do not meet these recognition criteria are recorded as deferred revenue.

Contributions In-Kind

Contributions received in the form of materials and services are recorded at fair value at the date of the contribution when the fair value can be reasonably estimated and when the materials and services are used in the normal course of operations.

Accounting Estimates

The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires Management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the dates of the financial statements and the reported amounts of revenue and expenditures during the reporting period. Actual results could differ from these estimates.

## 3. RELATED PARTY TRANSACTIONS AND BALANCES

The Organization is related to Canadian National Christian Foundation (CNCF) by virtue of common management and a common Board of Directors.

All transactions with CNCF occur in the normal course of operation and are recorded at their exchange amount which is the amount agreed to by related parties.

Donations from other charities includes $3,500 (2023 - $1,000) from CNCF.

The financial summary of CNCF as at December 31, 2024, and for the year then ended, is as follows:

| | 2024 | 2023 |
|---|---|---|
| **Financial position** | | |
| Total assets | $ 91,550,084 | $ 75,798,840 |
| Total liabilities | $ 43,430 | $ 28,521 |
| Total net assets | 91,506,654 | 75,770,319 |
| | $ 91,550,084 | $ 75,798,840 |
| **Statement of operations** | | |
| Total revenue | $ 59,984,748 | $ 28,333,429 |
| Total expenditures | 44,248,413 | 18,603,333 |
| Net revenue | $ 15,736,335 | $ 9,730,096 |
| **Statement of cash flows** | | |
| Operating activities | $ 15,729,379 | $ 9,720,182 |
| Investing activities | (1,289,178) | (1,060,200) |
| | $ 14,440,201 | $ 8,659,982 |

## 4. FINANCIAL INSTRUMENTS

The Organization's financial instruments consist of cash, accounts receivable, and accounts payable and accrued liabilities. It is Management's opinion that the fair value of these instruments is not materially different than their cost and that the Organization is not exposed to significant interest, currency or credit risk.